

County Executive's Recommended FY06-11 Public Services Program Tax Supported Fiscal Plan Summary

(\$ in Millions)															
	App FY05	Estimate FY05	% Chg. FY05-06 Rec/Bud	% Chg. FY05-06 Rec/Est	Rec FY06 3-15-05	% Chg. FY06-07	Projected FY07	% Chg. FY07-08	Projected FY08	% Chg. FY08-09	Projected FY09	% Chg. FY09-10	Projected FY10	% Chg. FY10-11	Projected FY11
Total Resources	5-22-03	3-15-05													
Revenues	2,870.7	2,933.7	8.5%	6.2%	3,115.1	6.6%	3,320.2	7.7%	3,577.4	6.2%	3,798.4	5.4%	4,005.3	5.7%	4,232.4
Beginning Reserves Undesignated	120.7	134.5	2.8%	-7.8%	124.1	-26.1%	91.7	10.7%	101.6	15.2%	117.1	11.6%	130.7	9.5%	143.1
Beginning Reserves Designated	0.0	1.0	n/a	-31.6%	1.9	65.3%	3.1	18.4%	3.7	16.5%	4.3	15.0%	5.0	6.8%	5.3
Net Transfers In (Out)	(11.9)	(12.0)	-313.2%	-310.1%	25.3	-2.6%	26.0	2.6%	26.6	2.5%	27.3	2.5%	28.0	2.6%	28.7
Total Resources Available	2,979.6	3,057.1	9.6%	6.8%	3,266.4	5.3%	3,441.1	7.8%	3,709.4	6.4%	3,947.1	5.6%	4,169.0	5.8%	4,409.5
Less Other Uses of Resources (Capital, Debt Service, Reserve)	329.3	400.4	11.8%	-8.0%	368.3	4.9%	386.3	9.5%	423.0	3.8%	439.0	5.4%	462.9	4.6%	484.0
Available to Allocate to Agencies	2,650.2	2,656.8	9.4%	9.1%	2,898.0	5.4%	3,054.8	7.6%	3,286.3	6.7%	3,508.0	5.6%	3,706.1	5.9%	3,925.5
Agency Uses															
Montgomery County Public Schools (MCPS)	1,491.7	1,488.4	7.4%	7.6%	1,602.0	2.2%	1,636.6	3.7%	1,697.7	1.0%	1,714.0	0.6%	1,725.1	0.0%	1,725.1
Montgomery College (MC)	151.5	149.1	8.7%	10.4%	164.6	3.1%	169.7	1.6%	172.4	1.6%	175.2	1.6%	178.1	1.5%	180.8
MNCPPC (w/o Debt Service)	77.5	77.5	12.2%	12.2%	87.0	4.6%	91.0	0.0%	91.0	0.0%	91.0	0.0%	91.0	0.0%	91.0
MCG	929.6	941.8	12.4%	10.9%	1,044.5	3.9%	1,085.3	1.8%	1,104.8	1.2%	1,118.0	1.0%	1,128.7	0.9%	1,138.6
Subtotal Agency Uses	2,650.2	2,656.8	9.4%	9.1%	2,898.0	2.9%	2,982.5	2.8%	3,066.0	1.0%	3,098.1	0.8%	3,122.8	0.4%	3,135.5
Subtotal Other Uses of Resources (Capital, Debt Service, Reserve)	329.3	400.4	11.8%	-8.0%	368.3	4.9%	386.3	9.5%	423.0	3.8%	439.0	5.4%	462.9	4.6%	484.0
Total Uses	2,979.6	3,057.1	9.6%	6.8%	3,266.4	3.1%	3,368.8	3.6%	3,489.0	1.4%	3,537.2	1.4%	3,585.7	0.9%	3,619.5
Tier 1															
(Gaps)/Available at Major Known Commitments					0.0		72.3		220.4		409.9		583.2		790.1
Tier 2															
Other Expenditure Pressures					0.0		(107.5)		(114.0)		(171.9)		(177.2)		(194.5)
Government Accounting Standards Board Statement Number 43/45					0.0		0.0		(156.3)		(160.6)		(164.9)		(169.2)
(Gaps)/Available with Other Expenditure Pressures and GASB 43/45					0.0		(35.2)		(50.0)		77.4		241.2		426.3

Assumptions:

Tier 1:

- Projected Agency Uses for FY07-11 for MCPS and MC are based on "Maintenance of Effort" (MOE) requirements plus the estimated cost of labor agreements for FY07.
 - For MCPS, MOE requires the same local contribution per pupil in each year. Additional State and Federal aid as well as miscellaneous revenues are also assumed.
 - For MC, MOE is the same local contribution amount as in the previous year. Additional State aid at current formulas, miscellaneous revenues, and additional tuition revenues are also assumed.
- Projected Agency Uses for FY06-11 for MNCPPC and MCG are based on "Major Known Commitments" (MKC), e.g., executed labor contracts, operating budget impacts from capital projects, and other programmatic commitments by elected officials.
- The contracts will expire as follows:
 - MNCPPC's contract with MCGEO expires at the end of FY06.
 - The MCG contracts with the County Fraternal Order of Police (FOP) Lodge #35 and Municipal, County Government Employees Organization (MCGEO) Local 1994 will expire at the end of FY07.
 - It is assumed here that the Board of Education's contracts with the Montgomery County Education Association, Montgomery County Council of Supporting Services Employees, and The Montgomery County Association of Administrative and Supervisory Personnel (MCAASP) will expire at the end of FY07.
 - The County's contract with the International Association of Firefighters (IAFF) expires at the end of FY08.

Tier 2:

- Tier 2 Includes "Other Expenditure Pressures" which are estimated future costs such as service improvements, potential costs increases and other non-mandated expenditures and assumes a 6.5% total agency growth rate.
- Tier 2 also includes the estimated cost of compliance with GASB 43/45, pre-funding post-employment group insurance benefits. GASB 43/45 is still in draft form and is not scheduled to take effect until FY08.

All Revenues are projected at current rates and assume the Council will vote to override property tax limitations in Section 305 of the County Charter.

The County Executive recommends the Fuel Energy Tax scheduled to sunset at the end of FY05, continue across the 6 year period.

The County Executive recommends the equivalent of a two cent property tax reduction over the six year period.

Projected gaps in FY07 and FY08 will be addressed by unspecified reductions.

- MOE for MCPS exceeds MKC by \$365 million for periods FY07-FY11. MKC for MC exceeds MOE by \$53 million for periods FY07-11.